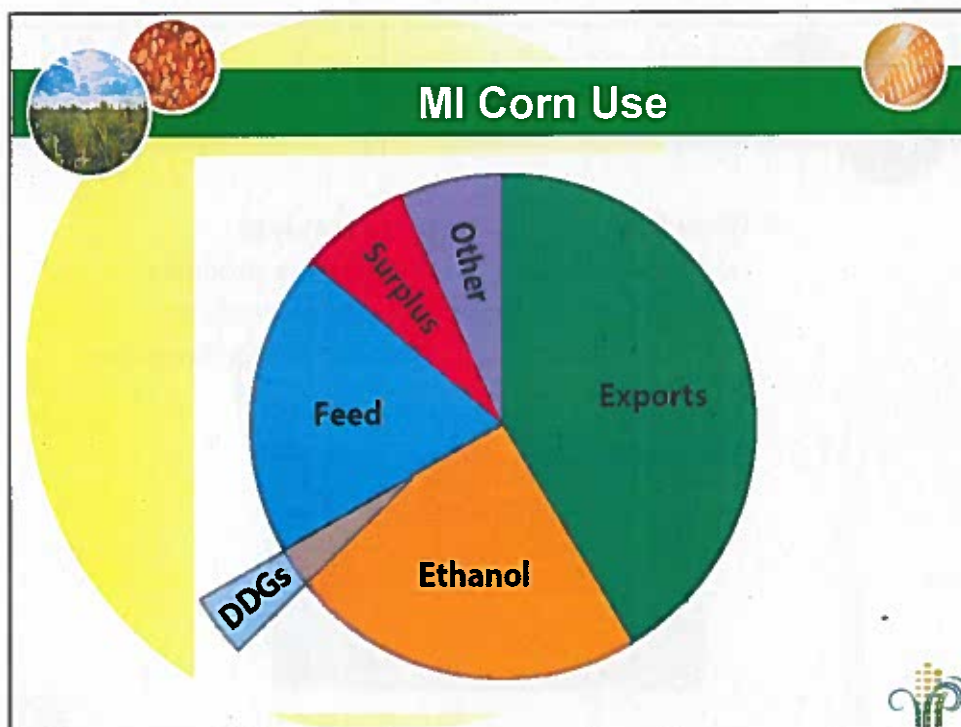
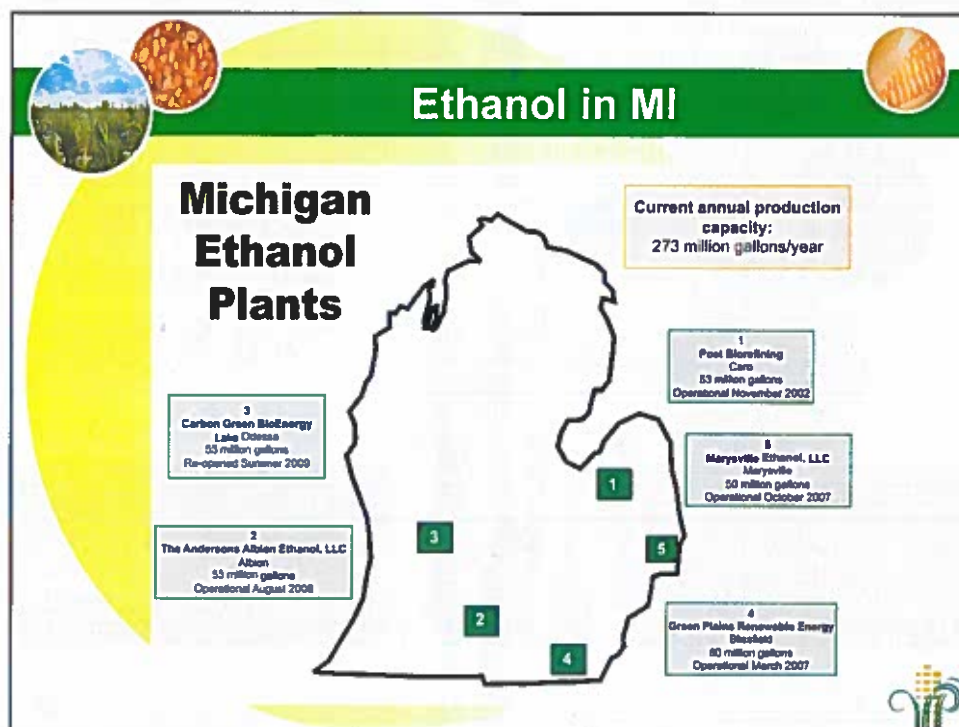


**Corn Marketing Program of Michigan**  
**Michigan Corn Growers Association**

# Growing Michigan's Corn Sector

Theresa Sisung  
Advocacy & Outreach Director  
Michigan Corn





## Ethanol's Economic Impact

❖ **Growth in ethanol production has:**

- Enhanced the value of agriculture products
- Stimulated investment in new technologies
- Expanded economic opportunities for America's corn growers

## Impact on Agriculture

- ❖ **2006-2015 has been the greatest wealth build in the history of U.S. agriculture**
  - Value of U.S. crops hit \$194 billion in 2014, down slightly from the past three years, but still the fourth-highest ever
  - Value of livestock hit a record \$209 billion in 2014
  - Farm equity and the value of farm assets both hit new records in 2014
- ❖ **Ethanol has helped transform the once-stagnating grain sector into an economically vibrant and demand-driven marketplace**
- ❖ **From 1997 to 2006, corn prices were below the cost of production and farmers were reliant on government payments to offset losses**
- ❖ **Corn prices in many areas fell close to—or below—cost of production in 2014, as EPA's proposal to slash the RFS constrained demand for the 2014 record crop**



## RFS Matters to MI Farmers

USDA NASS Price per Bushel			
Year	US	MI	7.4% *
2014	\$ 3.70	\$ 3.65	\$ 0.27
2013	\$ 4.46	\$ 4.18	\$ 0.31
2012	\$ 6.89	\$ 6.69	\$ 0.50
2011	\$ 6.22	\$ 6.14	\$ 0.45
2010	\$ 5.18	\$ 5.56	\$ 0.41
2009	\$ 3.55	\$ 3.53	\$ 0.26
2008	\$ 4.06	\$ 3.84	\$ 0.28
2007	\$ 4.20	\$ 4.37	\$ 0.32
2006	\$ 3.04	\$ 3.10	\$ 0.23
2005	\$ 2.00	\$ 1.88	
2004	\$ 2.06	\$ 1.97	
2003	\$ 2.42	\$ 2.37	
2002	\$ 2.32	\$ 2.34	
2001	\$ 1.97	\$ 1.97	
2000	\$ 1.85	\$ 1.90	
Total Accumulative Value of RFS			\$ 3.04
Average Annual Price explained by RFS			\$ 0.34

Prior to RFS

RFS Into Law

RFS II expanded



## BIP Grant

- ❖ **USDA Awarded \$100 million split over 21 states**
- ❖ **Grants matched by \$110 million in commitments from states and private partners**
- ❖ **Michigan to receive \$3 million**
- ❖ **Private Match, Including the Corn Marketing Program, of \$3.5 Million**



## BIP Impact

- ❖ **Nationwide: Will double the number of pumps offering blends of E15 or higher**
- ❖ **Michigan: Will install 89 additional pumps offering blends from E15 to E85**





## Questions?



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